

# Proposed 2007-08 Governor's Budget

Presented to the  
California Transportation Commission  
January 31, 2007 - February 1, 2007

# 2007-08 Governor's Budget Overview

- The proposed 2007-08 Governor's Budget was released on January 10, 2007.
- Proposes \$12.8 billion in expenditures for transportation.

## Budget Summary

Activity and Program Proposed January 10, 2007	Dollars in Millions		Change From Current Year	
	Current Year	Budget Year	\$	%
	2006-07	2007-08		
Capital Outlay	\$4,646	\$5,802	\$1,157	24.9%
Local Assistance	2,958	3,193	235	8.0%
State Operations Total	3,615	3,764	149	4.1%
Department Total	<b>\$11,219</b>	<b>\$12,759</b>	<b>\$1,541</b>	<b>13.7%</b>
Department Positions	1,908.7	2,068.7	160.0	8.4%
Department Personnel Years	22,692.0	22,638.0	-54.0	-0.2%
COS Personnel Equivalents (PYEs)	1,343.0	1,343.0	0.0	0.0%



# 2007-08 Governor's Budget Significant Proposals

This budget includes several significant proposals:

- Proposition 42:
  - Full funding in 2007-08.
    - Full funding of 2007-08 transfer of \$1.5 billion.
    - Partial Proposition 1A loan repayment of \$83 million.
  
- Tribal Gaming Revenue.
  - \$100 million in 2006-07.
  - \$100 million in 2007-08.



# 2007-08 Governor's Budget Significant Proposals

- California voters approved \$19.9 billion in transportation bonds (Proposition 1B).
  - Current year spending of \$523 million requires enabling legislation.
    - Corridor Mobility Improvement (\$100M)
    - Trade Corridors (\$15M)
    - Transportation Facilities (\$262M)
    - Local Bridge Seismic Retrofit (\$5M)
    - Highway Safety, Rehabilitation, and Preservation (\$141M)
  - Budget year spending includes \$5.2 billion to be allocated over three years.
    - Includes COS set-aside and proposed three-year appropriation.

# 2007-08 Governor's Budget Bond Fund Detail

Administered by the Department of Transportation:		2006-07	2007-08
<i>Fund#</i>	<i>Fund</i>		Total Appropriated
6055	Corridor Mobility Improvement Account	\$100	<b>\$2,119</b>
6053	Highway Safety, Traffic Reduction, Air Quality & Port Security Fund (for State Route 99)	0	<b>\$171</b>
6056	Trade Corridors Improvement Fund	15	<b>\$680</b>
6058	Transportation Facilities Account (for STIP)	262	<b>\$1,035</b>
6060	State-Local Partnership Program Account	0	<b>\$502</b>
6062	Local Bridge Seismic Retrofit Account	5	<b>\$39</b>
6063	Highway-Railroad Crossing Safety Account	0	<b>\$174</b>
6064	Highway Safety, Rehabilitation, & Preservation Account (for SHOPP)	141	<b>\$518</b>
<b>Total Prop 1B Bond Appropriations, Department of Transportation:</b>		<b>\$523</b>	<b>\$5,238</b>

Additional Proposition 1B Bond appropriations will be administered by other agencies.

# 2007-08 Governor's Budget Significant Proposals

- Public Transportation Account:
  - Proposal redirects PTA funds to high-priority General Fund programs.
    - \$144 million to Regional Center Transportation (Developmental Services).
    - \$627 million to Home-To-School Transportation (Education).
    - \$340 million to Transportation General Obligation Bond debt service.
  - Proposal does not include funding for STIP capital projects.
  - Non-Article XIX transfer to PTA proposed to end after 2006-07.
  - Spillover proposed to be excluded from STA distribution.

# Impact of the Proposed Budget on Programs

## **SHOPP**

- SHA:
  - Receives tribal gaming revenue in 2006-07 and 2007-08.

## **STIP**

- PTA:
  - STIP capacity limited to only AB 3090 and Bay Area Ferry Operations.
    - The Department recommends returning to the \$300 million allocation capacity.
- TIF:
  - Transfer to SHA for STIP COS.

## **TCRF**

- 2007-08 is last of the scheduled Proposition 42 payment.
- 2007-08 is first annual repayment toward General Fund loans.



# Next Steps

- Legislative Hearings.
- Governor's Budget May Revision.
- Constitutional deadline for Legislature to pass budget is June 15, 2007.
- Governor signs budget by June 30, 2007.